



GARY R. HERBERT
Governor

GREGORY S. BELL
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Task: 5306
5480

May 30, 2013

Kyle Kimmerle
Kimmerle Mining
2056 Sympatica Court
Moab, Utah 84532

Subject: Deficient Extension Request for Notice of Intention to Conduct Exploration and Surety Amount for Notice of Intention to Commence Small Mining Operations, Green River #9 Exploration and Small Mine Projects, E/015/0090 and S/015/0102, Emery County, Utah

Dear Mr. Kimmerle:

By letter dated October 25, 2011, the Division of Oil, Gas and Mining gave tentative approval for the Green River #9 (S/015/0102) Notice of Intention to Commence Small Mining Operations (Notice). The Division required a reclamation surety of \$14,000.00 (3-year escalation) and asked that you include the names of the company officers in the Notice.

The Division is still willing to accept the surety amount stated in the 2011 letter, but this amount will need to be adjusted in 2014. If the acreage for the disturbed is reduced to one acre, the required surety would decrease to \$9300.00.

The Division's letter of February 13, 2013, asked that you take one of three actions concerning the Green River #9 exploration:

1. Increase the surety from \$6400.00 to \$9600.00. With this increase the Division would approve an extension of the project through November 2013. This was to have been completed by April 30, 2013, if you decided to pursue this option.
2. Complete permitting actions for the small mine. As discussed above, this would require an increase in the surety from \$6400.00 to either \$9300.00 or \$14,000.00. This was to have been completed by April 30, 2013, if you decided to pursue this option.
3. Reclaim the site. This was to have been completed by June 30, 2013, if you decided to pursue this option.



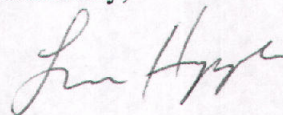
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I understand that you did not read the February 13, 2013 letter until just recently. For this reason, the Division is modifying the deadline requirements.

No later than July 5, 2013, please notify the Division which of these three options you will pursue. At that time new deadlines can be established for increasing the exploration surety, converting the exploration project to a small mine, or reclaiming the mine.

Please contact me at 801-538-5261 or Wayne Western at 801-538-5263 if you have questions or concerns about these requirements. Our e mail addresses are paulbaker@utah.gov and waynewestern@utah.gov. Thank you for your cooperation.

Sincerely,



For PBB

Paul B. Baker
Minerals Program Manager

PBB: whw: eb

Cc: ggochnour@blm.gov

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